

**Attention: Dialysis Providers** 

**RE: Drug Pricing Methodology** 

Effective July 1, 2005 and thereafter, Medicaid will adopt Medicare's drug pricing methodology utilizing the Average Sale Price (ASP) for HCPCS injectable drug codes. This will include all drugs that are billable separately from the renal dialysis composite rate. In order to compensate for the difference between the payment amount for separately billable drugs, Medicaid will adjust the composite rates as follows:

Procedure	Current	July 1,
Code	Medicaid Price	2005 Price
90935	\$97.09	\$120.00
90937	\$97.09	\$120.00
90945	\$41.50	\$51.00
90947	\$41.50	\$51.00

If you need additional information about this change in policy, you may contact Jerri Jackson, RN, Institutional Services, by phone at (334) 242-5630 or by e-mail at *jjackson@medicaid.state.al.us*.